

2021

CERTIFICATE

To the Clerk of Reno County, State of Kansas

We, the undersigned, officers of

City of The Highlands

- certify that: (1) the hearing mentioned in the attached publication was held;
(2) after the Budget Hearing this budget was duly approved and adopted as the maximum expenditure for the various funds for the year 2021; and
(3) the Amount(s) of 2020 Ad Valorem Tax are within statutory limitations.

			2021 Adopted Budget			
			Budget Authority for Expenditures	Amount of 2020 Ad Valorem Tax		County Clerk's Use Only
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Statement of Lease-Purchases		6				
Fund	K.S.A.					
General	12-101a	7	173,931	21,355	97,197	21,355
Debt Service	10-113					
Library	12-1220					
Capital Improvement Fund		8	21,297			
Equipment Reserve Fund		8	25,345			
Totals		xxxxxx	220,573		97,197	
Budget Summary		9				
Neighborhood Revitalization						
			4,551,551			

Tax Lid Limit (from Computation Tab)
Does the City Need to Hold an Election?

Assisted by:
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Date Attested: , 2020

County Clerk

Governing Body

No assurance is provided.

Computation to Determine Limit for 2021

		Amount of Levy
1. Total tax levy amount in 2020 budget	+ \$	93,340
2. Library levy in 2020 budget	- \$	
Other tax entity levy in 2020 budget	- \$	
3. Net tax levy	\$	93,340
Percentage Adjustments		
4. New improvements, remodeling and renovations for 2020 :	+ _____	58,331
5. Increase in personal property for 2020 :		
5a. Personal property 2020	+ _____	26,323
5b. Personal property 2019	- _____	26,409
5c. Increase in personal property (5a minus 5b)	+ _____	0
		(Use Only if > 0)
6. Valuation of annexed territory for 2020 :		
6a. Real estate	+ _____	0
6b. State assessed	+ _____	0
6c. New improvements	+ _____	0
6d. Total adjustment (sum of 6a, 6b, and 6c)	+ _____	0
7. Valuation of property that has changed in use during 2020 :	+ _____	45,403
8. Expiration of property tax abatements	+ _____	0
9. Expiration of TIF, Rural Housing, and NR Districts (Incremental assessed value over base)	+ _____	
10. Total valuation adjustment (sum of 4, 5c, 6d, 7, 8 & 9)		103,734
11. Total estimated valuation July 1, 2020	_____	4,551,551
12. Percentage adjustment factor - Line 10 / (Line 11 - Line 10))		0.0233
13. Percentage adjustment increase (12 times 3)	+ \$	2,177
14. Consumer Price Index for all urban consumers for calendar year 2019 (5 year average)		1.80%
15. Consumer Price Index adjustment (Line 3 times Line 14)	\$	1,680
16. Total Percentage Adjustments	\$	3,857

Revenue Adjustments

17. Property tax revenues for debt service in 2021 budget:	+ _____	0
Property tax revenues for debt service in 2020 budget:	- _____	0
Increased property tax revenues spent on debt service		0

No assurance is provided.

18. Property tax revenues spent for public building commission and lease payments in the 2021 budget: (Obligations must have been incurred prior to July 1, 2016) (Do not include amounts already reported in debt service levy)		+	
Property tax revenues spent for public building commission and lease payments in the 2020 budget: Increase property tax revenues spent on public building commission and lease payments		-	0
19. Property tax revenues spent on special assessments in the 2021 budget: (Do not include amounts already reported in debt service levy)		+	
20. Property tax revenues spent on court judgments or settlements and associated legal costs in the 2021 budget:		+	
21. Property tax revenues spent on Federal or State mandates (effective after June 30, 2015) and loss of funding from Federal sources after January 1, 2017 in the 2021 budget:		+	
22. Property tax revenues spent on expenses related to disaster or Federal Emergency in the 2021 budget:		+	
23. Law enforcement expenses - 2021 budget:	+		
Law enforcement expenses - 2020 budget:	-		
CPI adjustment	1.80%		0
Increased law enforcement expenses in 2021 budget: (Do not include building construction or remodeling costs)		+	0
24. Fire protection expenses - 2021 budget:	+		
Fire protection expenses - 2020 budget:	-		
CPI adjustment	1.80%		0
Increased fire protection expense in 2021 budget: (Do not include building construction or remodeling costs)		+	0
25. Emergency medical expenses - 2021 budget:	+		
Emergency medical expenses - 2020 budget:	-		
CPI adjustment	1.80%		0
Increased emergency medical expenses in 2021 budget: (Do not include building construction or remodeling costs)		+	0
26. Total Revenue Adjustments			0
Levies on Behalf of Another Political or Governmental Subdivision			
27. Library Levy - 2021 budget:		+	
Other tax entity levy - 2021 budget:		+	
Other tax entity levy - 2021 budget:		+	
28. Total Levies on Behalf of Another Political or Governmental Subdivision		+	0
29. Levy for Dissolved Taxing Entity (Only Use the First Year After Dissolved)		+	
30. Total Computed Tax Levy			97,197

No assurance is provided.

Other Tax Levy Limitation Tests**Property Decline Test**

Note - In order to use the test, there must be a decline in tax revenues in at least one of the years listed below

2017 Tax Levy (Less Levy for other Governmental Units)	
2018 Tax Levy (Less Levy for other Governmental Units)	None
2019 Tax Levy (Less Levy for other Governmental Units)	None
2020 Tax Levy (Less Levy for other Governmental Units)	None

Average Tax Levy (last three years)	#DIV/0!
CPI Adjustment	#DIV/0!
Average Tax Levy Adjusted by CPI	#DIV/0!

2021 Total Tax Levy (Less Levy for Other Governmental Units)

Exemption from Election Requirement **#DIV/0!**

"

Lost Valuation Test

Assessed Valuation Loss

2021 Tax Levy (Less Levy for other Governmental Units)	
2020 Tax Levy (Less Levy for other Governmental Units)	
Change in Levy	0

CPI Adjustment	1,680
2021 Mill Rate (Less Mills for other Governmental Units)	
Loss of Assessed Valuation Multiplied by 2021 Mill Rate	0
Total Adjustment for Loss of Assessed Valuation	1,680

Exemption from Election Requirement **Yes**

No assurance is provided.

2021

City of The Highlands

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Schedule of Transfers

Expenditure Fund Transferred From:	Receipt Fund Transferred To:	Actual Amount for 2019	Current Amount for 2020	Proposed Amount for 2021	Transfers Authorized by Statute
General Fund	Capital Improvement Fund	3,425	7,500	10,000	K.S.A. 12-1,118
General Fund	Equipment Reserve Fund	5,000	10,000	10,000	K.S.A. 12-1,117
	Totals	8,425	17,500	20,000	
	Adjustments*				
	Adjusted Totals	8,425	17,500	20,000	

*Note: Adjustments are required only if the transfer is being made in 2020 and/or 2021 from a non-budgeted fund.

No assurance is provided.

STATEMENT OF CONDITIONAL LEASE-PURCHASE AND CERTIFICATE OF PARTICIPATION*

[illegible]

*****If you are merely leasing/renting with no intent to purchase, do not list—such transactions are not lease-purchases.**

No assurance is provided.

City of The Highlands

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FUND PAGE FOR FUNDS WITH A TAX LEVY

Adopted Budget General	Prior Year Actual for 2019	Current Year Estimate for 2020	Proposed Budget Year for 2021
Unencumbered Cash Balance Jan 1	34,741	46,673	53,069
Receipts:			
Ad Valorem Tax	58,137	93,340	xxxxxxxxxxxxxxxxxxxx
Delinquent Tax	51	100	2,300
Motor Vehicle Tax	0	5,080	5,080
Recreational Vehicle Tax	0	66	66
16/20M Vehicle Tax	0	0	0
Commercial Vehicle Tax	0	0	0
Watercraft Tax	0	0	0
Gross Earning (Intangible) Tax	0	0	0
LAVTR	0	0	0
City and County Revenue Sharing	0	0	0
Local Alcoholic Liquor	5,602	5,700	6,009
Compensating Use Tax	1,334	1,300	1,300
Local Sales Tax	6,356	6,300	6,300
Building Permits	1,975	2,000	2,000
Municipal Court Fee	0	250	250
Donations	95	0	0
In Lieu of Tax (IRB)			
Interest on Idle Funds	34	360	360
Neighborhood Revitalization Rebate			0
Miscellaneous			
Does miscellaneous exceed 10% of Total Rec			
Total Receipts	73,584	114,496	23,665
Resources Available:	108,325	161,169	76,734
Expenditures:			
Salaries & Wages	0	9,600	9,600
Payroll Taxes	0	750	750
Administrative Expenses	4,269	11,750	1,400
Bonds			300
Professional Fees	4,555	6,000	8,000
Street Repairs & Signage	25,151	40,000	76,200
Mowing & Snow Removal	15,129	18,000	2,000
Entrance Improvements	1,992	1,500	1,500
Utilities	1,075	1,500	1,500
Community Events/Town Hall Mtgs	1,056	1,500	1,500
Election expense			750
Insurance			1,600
Memberships			600
Transfer to Capital Improvement Fund	3,425	7,500	10,000
Transfer to Equipment Reserve Fund	5,000	10,000	10,000
Office supplies			500
Parks & recreation			3,000
Publications			3,000
Website			2,000
Cash Forward (2021 column)			38,731
Miscellaneous			1,000
Does miscellaneous exceed 10% of Total Exp			
Total Expenditures	61,652	108,100	173,931
Unencumbered Cash Balance Dec 31	46,673	53,069	xxxxxxxxxxxxxxxxxxxx
2019/2020/2021 Budget Authority Amount:	62,500	108,400	173,931
Non-Appropriated Balance			
Total Expenditure/Non-Appr Balance			173,931
Tax Required			97,197
Delinquent Comp Rate: 0.0%			0
Amount of 2020 Ad Valorem Tax			97,197

No assurance is provided.

City of The Highlands

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FUND PAGE FOR FUNDS WITH A TAX LEVY

Adopted Budget	Prior Year Actual for 2019	Current Year Estimate for 2020	Proposed Budget Year for 2021
Debt Service			
Unencumbered Cash Balance Jan 1		0	0
Receipts:			
Ad Valorem Tax		0	xxxxxxxxxxxxxxxxxxxx
Delinquent Tax			
Motor Vehicle Tax			
Recreational Vehicle Tax			
16/20M Vehicle Tax			
Commercial Vehicle Tax			
Watercraft Tax			
Interest on Idle Funds			
Neighborhood Revitalization Rebate			0
Miscellaneous			
Does miscellaneous exceed 10% of Total Rec			
Total Receipts	0	0	0
Resources Available:	0	0	0
Expenditures:			
Cash Basis Reserve (2021 column)			
Miscellaneous			
Does miscellaneous exceed 10% of Total Exp			
Total Expenditures	0	0	0
Unencumbered Cash Balance Dec 31	0	0	xxxxxxxxxxxxxxxxxxxx
2019/2020/2021 Budget Authority Amount:	0	0	0
	Non-Appropriated Balance		
	Total Expenditure/Non-Appr Balance		
	Tax Required		
Delinquent Comp Rate:	0.0%		
Amount of 2020 Ad Valorem Tax	0		

Adopted Budget	Prior Year Actual for 2019	Current Year Estimate for 2020	Proposed Budget Year for 2021
Library			
Unencumbered Cash Balance Jan 1	0	0	0
Receipts:			
Ad Valorem Tax		0	xxxxxxxxxxxxxxxxxxxx
Delinquent Tax			
Motor Vehicle Tax			
Recreational Vehicle Tax			
16/20M Vehicle Tax			
Commercial Vehicle Tax			
Watercraft Tax			
Interest on Idle Funds			
Neighborhood Revitalization Rebate			0
Miscellaneous			
Does miscellaneous exceed 10% of Total Rec			
Total Receipts	0	0	0
Resources Available:	0	0	0
Expenditures:			
Miscellaneous			
Does miscellaneous exceed 10% of Total Exp			
Total Expenditures	0	0	0
Unencumbered Cash Balance Dec 31	0	0	xxxxxxxxxxxxxxxxxxxx
2019/2020/2021 Budget Authority Amount:	0	0	0
	Non-Appropriated Balance		
	Total Expenditure/Non-Appr Balance		
	Tax Required		
Delinquent Comp Rate:	0.0%		
Amount of 2020 Ad Valorem Tax	0		

No assurance is provided.

City of The Highlands

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FUND PAGE FOR FUNDS WITH NO TAX LEVY

Adopted Budget	Prior Year	Current Year	Proposed Budget
Capital Improvement Fund	Actual for 2019	Estimate for 2020	Year for 2021
Unencumbered Cash Balance Jan 1	0	3,797	11,297
Receipts:			
Transfer from General Fund	3,425	7,500	10,000
Interest on Idle Funds	372		
Miscellaneous			
Does miscellaneous exceed 10% of Total Rec			
Total Receipts	3,797	7,500	10,000
Resources Available:	3,797	11,297	21,297
Expenditures:			
Cash Forward (2021 column)			21,297
Miscellaneous			
Does miscellaneous exceed 10% of Total Exp			
Total Expenditures	0	0	21,297
Unencumbered Cash Balance Dec 31	3,797	11,297	0
2019/2020/2021 Budget Authority Amount:	0	0	21,297

Adopted Budget	Prior Year	Current Year	Proposed Budget
Equipment Reserve Fund	Actual for 2019	Estimate for 2020	Year for 2021
Unencumbered Cash Balance Jan 1	0	5,345	15,345
Receipts:			
Transfer from General Fund	5,000	10,000	10,000
Interest on Idle Funds	345		
Miscellaneous			
Does miscellaneous exceed 10% of Total Rec			
Total Receipts	5,345	10,000	10,000
Resources Available:	5,345	15,345	25,345
Expenditures:			
Cash Forward (2021 column)			25,345
Miscellaneous			
Does miscellaneous exceed 10% of Total Exp			
Total Expenditures	0	0	25,345
Unencumbered Cash Balance Dec 31	5,345	15,345	0
2019/2020/2021 Budget Authority Amount:	0	3,550	25,345

No assurance is provided.

NOTICE OF BUDGET HEARING

The governing body of
City of The Highlands
will meet on August 13, 2020 at 6:00 p.m. at Nickerson Community Center for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of ad valorem tax. Detailed budget information is available at thehighlandsgov.net and will be available at this hearing.

BUDGET SUMMARY

Proposed Budget 2021 Expenditures and Amount of Current Year Estimate for 2020 Ad Valorem Tax establish the maximum limits of the 2021 budget.
Estimated Tax Rate is subject to change depending on the final assessed valuation.

FUND	Prior Year Actual for 2019		Current Year Estimate for 2020		Proposed Budget for 2021		
	Expenditures	Actual Tax Rate*	Expenditures	Actual Tax Rate*	Budget Authority for Expenditures	Amount of 2020 Ad Valorem Tax	Estimate Tax Rate*
General	61,652	14.500	108,100	21.263	173,931	97,197	21.355
Debt Service							
Library							
Capital Improvement Fund					21,297		
Equipment Reserve Fund					25,345		
Totals	61,652	14.500	108,100	21.263	220,573	97,197	21.355
Less: Transfers	8,425		17,500		20,000		
Net Expenditure	53,227		90,600		200,573		
Total Tax Levied	60,000		93,340		xxxxxxxxxxxxxxxxxxx		
Assessed Valuation	4,137,892		4,389,762		4,551,551		

Outstanding Indebtedness, January 1,	2018	2019	2020
G.O. Bonds	0	0	0
Revenue Bonds	0	0	0
Other	0	0	0
Lease Purchase Principal	0	0	0
Total	0	0	0

*Tax rates are expressed in mills

Nancy McConnell

City Official Title: City Clerk

No assurance is provided.

SUMMARY OF SIGNIFICANT ASSUMPTIONS

Note A: NATURE OF THE PROJECTION

This financial projection presents, to the best of Management's knowledge and belief, the City's results of operations and significant changes in financial position for the projection period if the hypothetical assumptions occur. Accordingly, the projection reflects management's judgment as of July 24, 2020, the date of this projection, of the expected conditions if the hypothetical assumptions occur. The presentation is designed to provide information for management and the County Clerk of the county that the City resides in, to calculate the tax levy needed to support the City's operations and should not be considered to be a presentation of expected future results. Accordingly, this projection may not be useful for other purposes. Furthermore, even if the hypothetical assumptions occur, there will usually be differences between the projected and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. The assumptions disclosed herein are those that management believes are significant to the projection.

Note B: SUMMARY OF SIGNIFICANT ASSUMPTIONS

1. Receipts and expenditures are received and spent as predicted (hypothetical).
2. Estimates of various taxes to be received as shown on pages 2 and 3, are accurate.
3. The receipts, expenditures, and unencumbered cash balances compared to the historical data remains consistent between years under the projection, as shown on the various individual fund presentation pages.
4. There will not be any catastrophic events or circumstances beyond the City's control that would affect the above assumptions. The City has to the best of their ability, evaluated the future estimated effects of COVID-19 on the City's receipts and expenditures.